

MINUTE ITEM

6. (REQUEST FOR THE TERMINATION OF OIL AND GAS LEASE EXTENSION AND RENEWAL P.R.C. 990.1, CONSOLIDATED PETROLEUM COMPANY, HUNTINGTON BEACH FIELD, ORANGE COUNTY - W. O. 2824.)

After presentation of Calendar Item 10 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO TERMINATE OIL AND GAS LEASE EXTENSION AND RENEWAL P.R.C. 990.1 BY MUTUAL CONSENT EFFECTIVE FEBRUARY 11, 1958, IN ACCORDANCE WITH SECTION 27 OF THE LEASE, AS REQUESTED BY THE CONSOLIDATED PETROLEUM COMPANY.

Attachment

Calendar Item 10 (1 page)

CALENDAR ITEM

OIL & GAS

10.

(REQUEST FOR THE TERMINATION OF OIL AND GAS LEASE EXTENSION AND RENEWAL P.R.C. 990.1, CONSOLIDATED PETROLEUM COMPANY, HUNTINGTON BEACH FIELD, ORANGE COUNTY - W. O. 2824.)

Agreement for Easement 297, issued March 1, 1934 to the Centralia Oil Company, is described as a cylindrical area 24 inches in diameter extending throughout the full length, course, and distance of Well "Centralia" No. 1 insofar as the same is in lands of the State extending seaward of the ordinary high water mark of the Pacific Ocean. Easement 297 was assigned to the Consolidated Petroleum Company on February 14, 1952. On March 1, 1954 the easement was extended and renewed as Oil and Gas Lease P.R.C. 990.1 for a period of ten years and for so long thereafter as oil and gas is produced in paying quantities from the demised premises.

An application has been received from the Consolidated Petroleum Company requesting termination of the lease. Section 27 of Oil and Gas Lease Extension and Renewal P.R.C. 990.1 states: "This lease may be terminated...upon the mutual consent in writing of the parties thereto."

Abandonment of the single well in the easement was completed March 15, 1957. The Division of Oil and Gas report dated June 11, 1957 states that a review of the reports and records shows that the requirements of that Division, which are based on all information filed with it, have been fulfilled. An inspection of the area has shown that all well facilities have been removed from the leased area. All royalties due the State have been paid.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO TERMINATE OIL AND GAS LEASE EXTENSION AND RENEWAL P.R.C. 990.1 BY MUTUAL CONSENT EFFECTIVE FEBRUARY 11, 1958, IN ACCORDANCE WITH SECTION 27 OF THE LEASE, AS REQUESTED BY THE CONSOLIDATED PETROLEUM COMPANY.